

Message Text

UNCLASSIFIED

PAGE 01 STATE 187999

44

ORIGIN XMB-07

INFO OCT-01 ARA-16 ISO-00 AID-20 CIAE-00 COME-00 EB-11

FRB-02 INR-10 NSAE-00 RSC-01 TRSE-00 OPIC-12 SPC-03

CIEP-02 LAB-06 SIL-01 OMB-01 PA-03 PRS-01 USIA-15

/112 R

66605

DRAFTED BY: AMOHANIAN

APPROVED BY: EB/OCA/REP:LAKLIEFORTH

WARREN W. GLICK, ACTING EXECUTIVE VICE PRESIDENT

ARA/MEX-RKING

EB/IFD-ODF-EMLINTON

----- 026681

R 211331Z SEP 73

FM SECSTATE WASHDC

TO AMEMBASSY MEXICO

UNCLAS STATE 187999

E.O. 11652 N/A

TAGS: APUB, MX

SUBJ: PRESS RELEASE ON EXIMBANK LOAN TO MEXICO

FOLLOWING IS FINAL TEXT OF EXPORT-IMPORT BANK RELEASE ON THE DIRECT
LOAN OF DOLS 3,938,000 TO LA CRUZ AZUL S.C.L. RELEASE IS
SCHEDULED FOR ANNOUNCEMENT HERE IN WASHINGTON, D.C. FOR A.M. PAPERS,
WEDNESDAY, SEPTEMBER 26, 1973.

QUOTE: EXIMBANK HELPS FINANCE DOLS 8.7 MILLION SALE
OF EQUIPMENT FOR CEMENT PLANT IN MEXICO

TO SUPPORT AN DOLS 8,750,000 SALE OF U.S. EQUIPMENT, MATERIALS AND
SERVICES REQUIRED FOR EXPANSION OF A CEMENT PLANT IN MEXICO, THE
BOARD OF DIRECTORS OF THE EXPORT-IMPORT BANK OF THE UNITED STATES
HAS AUTHORIZED A DIRECT LOAN OF DOLS 3,938,000 TO FINANCE 45
PERCENT OF THE U.S. COSTS AND A FINANCIAL GUARANTEE OF ALOAN OF
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 STATE 187999

DOLS 3,938,000 FROM PRIVATE SOURCES NOT YET DESIGNATED TO FINANCE

ANOTHER 45 PERCENT OF THE U.S. COSTS, ACCORDING TO EXIMBANK'S CHAIRMAN HENRY KEARNS. THE BORROWER, LA CRUZ AZUL S.C.L., WILL MAKE CASH PAYMENT OF 10 PERCENT OF THE U.S. COSTS OR DOLS 874,000. EXIMBANK IS ALSO PROVIDING A GUARANTEE OF A LOCAL COST LOAN OF DOLS 1.2 MILLION.

THE PROJECT IS FOR A 2,000 MT/DAY EXPANSION OF A CEMENT PLANT AT HIDALGO, AT AN ESTIMATED COST OF SOME DOLS24 MILLION. F.L. SMITH AND CO., CRESSKILL, NEW JERSEY, IS EXPECTED TO BE THE PRIME SUPPLIER. LA CRUZ AZUL ALSO HAS A CEMENT PLANT AT LAGUNAS, OAXACA. FORMED IN 1932, THE COMPANY IS ONE OF THE OLDEST COOPERATIVES AND BELONGS TO THE LARGEST CEMENT GROUP IN MEXICO.

THE LOANS ARE TO BE REPAID IN 16 SEMIANNUAL INSTALLMENTS BEGINNING NOVEMBER 10, 1976, WITH EXIMBANK'S DIRECT LOAN OF DOLS 3,938,000 TO BE REPAIRD OUT OF THE LAST 8 INSTALLMENTS WITH INTEREST AT AN ANNUAL RATE OF 6 PERCENT ON OUTSTANDING BALANCES. UNQUOTE RUSH

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: n/a
Control Number: n/a
Copy: SINGLE
Draft Date: 21 SEP 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973STATE187999
Document Source: CORE
Document Unique ID: 00
Drafter: AMOHANIAN
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19730918/aaaaanbn.tel
Line Count: 79
Locator: TEXT ON-LINE
Office: ORIGIN XMB
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: elyme
Review Comment: n/a
Review Content Flags:
Review Date: 04 OCT 2001
Review Event:
Review Exemptions: n/a
Review History: RELEASED <04-Oct-2001 by maustmc>; APPROVED <11 MAR 2002 by elyme>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: PRESS RELEASE ON EXIMBANK LOAN TO MEXICO FOLLOWING IS FINAL TEXT OF EXPORT-IMPORT BANK RELEASE ON THE DIRECT
TAGS: APUB, MX
To: MEXICO
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005